

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

301 State House
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FISCAL IMPACT STATEMENT

LS 6027

BILL NUMBER: SB 45

DATE PREPARED: Nov 6, 2000

BILL AMENDED:

SUBJECT: College trust fund license plates.

FISCAL ANALYST: James Sperlik

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FUNDS AFFECTED: **GENERAL**
 X DEDICATED
 FEDERAL

IMPACT: State

Summary of Legislation: This bill creates a Huntington College Trust special group recognition license plate. The bill also creates an Ancilla College Trust special group recognition license plate. It specifies the method of distribution for the funds deposited in the Huntington College and Ancilla College trust funds.

Effective Date: January 1, 2003.

Explanation of State Expenditures: There would be additional expenses for the Prison Enterprise Network (PEN Products), the manufacturing arm of prison-made products, to make these plates. Their charges would be based on the number of colors in the design as shown in the schedule below:

Colors	Set-Up Charges	Price Per Plate (01-03)*
1	\$105	\$3.90
2	170	4.00
3	235	4.10
4	300	4.30
5	365	4.60
6	430	5.00

*For the 2001-2003 biennium.

Additional charges include \$75 per color for any special colors that are not included in PEN's ten standard colors. If PEN Products does the artwork, there is a \$45 per hour charge. Origination fees include the film positives and the silk screen charges. When artwork is provided by the customer, the set-up fee is \$17.50. The fund affected for PEN Products is PEN Products Revolving Fund.

The bill provides that the Commissioner of the Bureau of Motor Vehicles shall administer the newly created

Huntington College Trust Fund and the Ancilla College Trust Fund. Expenses of administering the Funds shall be paid from the Funds.

Explanation of State Revenues: Potential revenue from the sales of the Huntington Trust license plate and the Ancilla College Trust license plate is not known. There will be an administrative fee of \$12 charged for each plate. Revenue from this fee is distributed as follows: the State License Branch Fund, which supports the license branches, receives \$6; the Motor Vehicle Highway Account, which supports the BMV, receives \$5; and \$1 is deposited into the Crossroads 2000 Program for highway bonding.

In 1999, sales of the existing 41 special plates ranged from 37 Marine Reserve plates to 76,264 Children's Trust Plates. Within this potential sales range, revenue resulting from the existing \$12 administrative fee would range from a minimum of \$444, to a maximum of \$915,168 for each plate.

The bill also provides for a \$25 annual fee for each of the newly created plates. Revenue resulting from the \$25 annual fee could range from \$925 to \$1,906,600 for each plate. On June 30 of each year the Commissioner of the BMV shall distribute revenue from the newly created license plates to either the Huntington College Trust Fund or the newly created Ancilla College Trust Fund, as appropriate. Money in either Fund does not revert to the State General Fund at the end of the State fiscal year.

It should be noted that it is possible that sales of these special plates could, to some extent, supplant the sales of the other special plates. The newly created license plates will be available after December 31, 2002.

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Bureau of Motor Vehicles; Department of Correction (PEN Products).

Local Agencies Affected:

Information Sources: Becky Gillam, Sales and Marketing Director of PEN Products, 387-2020; Bureau of Motor Vehicles license plate data for 1999.